

Salient Issue

ISSUE:

The City of Philadelphia has notified the Delaware County Regional Water Quality Control Authority (DELCORA) of the City's intent to terminate wastewater treatment service for DELCORA, effective March 15, 2004.

CONSTRUCTION

GRANT PROJECT: City of Philadelphia, Pennsylvania
Numbers C-420786-01 through -08
Grant Amount: \$219M

BACKGROUND:

DELCORA contracts with the City to have wastewater treated at Philadelphia's Southwest Plant. Approximately 50 MGD of the 200 MGD Southwest Plant capacity is reserved for DELCORA.

According to Philadelphia, DELCORA is \$5M behind in wastewater billings. Litigation is involved.

Two issues are in dispute: reimbursement by DELCORA for capital funding of the Plant expansion, and the 1990 rate increase.

Philadelphia has asked DELCORA to resume negotiations. The City has also agreed that if negotiations do not succeed, Philadelphia will accept the decision of an independent arbitrator. Mr. William Bulman, Chief of the Municipal Wastewater Construction Branch has agreed to act as the arbitrator in the capital funding dispute.

ACTION:

None at this time. The Water Management Division will continue to monitor developments in this matter.

Chuck Fogg
Waste Management Division
August 20, 1991

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3WM21		3WM21		3WM20		CONCURRENCES	
SYMBOL	FOGG	MURPHY	BULMAN				
SURNAME	FOGG						
DATE	8/21/91						